PROPOSITION 65 SETTLEMENT AGREEMENT (Susan Davia AG Notice 2018-01560)

1. INTRODUCTION

1.1 The Parties

This settlement agreement ("Agreement" or "Settlement Agreement") is entered into by and between noticing party Susan Davia ("Davia") and noticed party Topeak, Inc. ("Topeak"), with Davia, and Topeak each referred to as a "Party" and collectively referred to as the "Parties."

1.2 Davia

Davia is an individual residing in the State of California who seeks to promote awareness of exposure to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products.

1.3 Topeak

1.4 For the sole purpose of this agreement and the resolution of the subject claims, Topeak does not dispute that it is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code §§ 25249.6 et seq. ("Proposition 65").

1.5 General Allegations

Davia alleges that Topeak has been responsible for the manufacture, distribution and/or sale, in the State of California, of Topeak bicycle accessories with weatherproof components made with materials that exposed users to di(2-ethylhexyl)phthalate ("DEHP") and diisononyl phthalate ("DINP") without first providing "clear and reasonable warning" under Proposition 65. DEHP is listed as a carcinogen and reproductive toxin pursuant to Proposition 65. DINP is listed as a carcinogen pursuant to Proposition 65. Both DEHP and DINP shall be referred to hereinafter, collectively, as the "Listed Chemical."

1.6 Notice of Violation

On August 28, 2018, Davia served Topeak, Todson, Inc. ("Todson"), and Recreational Equipment,

Inc. ("REI"), and various public enforcement agencies with a document entitled "60-Day Notice of Violation" that provided public enforcers and the noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for failing to warn consumers of the presence of DEHP and DINP, toxic chemicals found in the Covered Products sold in California (AG Notice 2018-01560). This August 28, 2018 Notice of Violation to Topeak shall hereafter be referred to as "Notice."

Topeak represents that, as of the date it executes this Agreement, it is not aware of any public enforcer that is diligently prosecuting a Proposition 65 enforcement action related to DEHP or DINP in the Covered Products, as identified in the 60-Day Notice.

1.7 No Admission

This Agreement resolves claims that are denied and disputed by Topeak. The Parties enter into this Agreement pursuant to a full and final settlement of any and all claims between the Parties for the purpose of avoiding prolonged litigation. Topeak denies the material factual and legal allegations contained in the Notice, maintains that it did not knowingly or intentionally expose California consumers to the Listed Chemical through the reasonably foreseeable use of the Covered Products and otherwise contends that all Covered Products it has manufactured, distributed and/or sold in California have been and are in compliance with all applicable laws and regulations, including Proposition 65. Nothing in this Agreement shall be construed as an admission by Topeak of any fact, finding, issue of law, or violation of law, nor shall compliance with this Agreement constitute or be construed as an admission by Topeak of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Topeak. However, notwithstanding the foregoing, this section shall not diminish or otherwise affect Topeak's obligations, responsibilities, and duties under this Agreement.

1.8 Consent to Jurisdiction

For purposes of this Agreement only, the Parties stipulate that the Marin County Superior Court has jurisdiction over Topeak as to this Agreement, that venue for any action to enforce this Agreement is proper in County of Marin, and that, pursuant to Code of Civil Procedure Section 664.6, the Marin

County Superior Court shall be considered to have jurisdiction to enforce the provisions of this Agreement until performance in full of the terms of the settlement.

2. DEFINITIONS

- 2.1 The term "Covered Product" shall mean all Topeak bicycle accessory bags with vinyl weatherproof components, including, but not limited to, Topeak Smartphone and Tablet Drybags, Topeak Tri Drybags, Topeak Handlebar Drybag, Topeak MTX Trunk Drybag, Topeak Pannier Drybag, and Topeak Weatherproof Dynawedge (hereafter "Products" or "Covered Products"), that could be offered for sale in California.
 - 2.2 The term "Phthalate Free" Covered Products shall mean that any accessible vinyl/PVC component of any Covered Product contains less than or equal to 1,000 parts per million ("ppm") of DEHP, DINP, di-n-butyl phthalate ("DBP"), di-isodecyl phthalate ("DIDP"), di-n-hexyl phthalate ('DnHP") and butyl benzyl phthalate ('BBP") as determined by a minimum of duplicate quality controlled test results using Environmental Protection Agency ("EPA") testing methodologies 3580A and 8270C or equivalent methodologies utilized by federal or state agencies to determine the presence and measure the quantity of phthalates in solid substances.
- 2.3 The term "California Customer" shall mean any customer with a corporate office in California, a ship to address in California or any retail or ecommerce customer, including REI, that Topeak has reason to believe maintains retail outlets in California or sells directly to consumers located in California.
 - 2.4 "Effective Date" shall mean July 15, 2019.

3. INJUNCTIVE-TYPE RELIEF

3.1 Products No Longer in Topeak's Control

No later than 30 days after the Effective Date, Topeak shall send a letter, electronic or otherwise ("Notification Letter") to each retail or ecommerce California Customer to which Topeak, after July 1, 2018, supplied any non-Phthalate Free Covered Products without a Proposition 65 warning and which

Topeak believes may have distributed those Covered Products for sale in California. The Notification Letter shall advise the recipient that Covered Products "have been tested for the presence of phthalates and found to contain DEHP and/or DINP, chemicals known to the State of California to cause cancer and birth defects or other reproductive harm," and request that the recipient label the Covered Products remaining in inventory for sale in California with a label that complies with Section 3.3. The Notification Letter shall request a response from the recipient within 15 days, confirming that the letter was received. Topeak shall maintain records of all correspondence or other communications generated pursuant to this Section for two (2) years after the Effective Date and shall produce copies of such records to Davia within fifteen (15) business days of receipt of written request from Davia.

3.2 Product Reformulation Commitment

- 3.2.1 No later than thirty (30) days after the Effective Date, Topeak shall provide the Phthalate Free concentration standards of Section 2.2 to its then-current vendors or manufacturers of any Covered Product and to its vendors of any vinyl material for any Covered Product, if Topeak has such vendors, and instruct such entities not to incorporate any raw or component materials that do not meet the Phthalate Free concentration standards of Section 2.2 into any Covered Product or to supply any Covered Product to Topeak that is not Phthalate Free. Topeak shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards for two (2) years after the Effective Date and shall produce such copies to Davia within fifteen (15) business days of receipt of written request from Davia.
- 3.2.2 After the Effective Date, Topeak shall provide the Phthalate Free concentration standards of Section 2.2 to any of Topeak's new vendors or manufacturers of any Covered Product, and any of Topeak's new vendors of any vinyl material for any Covered Product, if any, and instruct such entities not to incorporate any raw or component materials that do not meet the Phthalate Free concentration standards of Section 2.2 into any Covered Product. Prior to Topeak's purchase and acquisition of any Covered Product or any vinyl component for any Covered Product from any new vendor, Topeak shall obtain a laboratory test result and a written confirmation from the new vendor demonstrating

compliance with the Phthalate Free concentration standard in all materials comprising the Covered Product. For every Covered Product Topeak manufactures, causes to be manufactured, orders, causes to be ordered or otherwise obtains from a new vendor after the Effective Date, Topeak shall maintain copies of all testing of such products demonstrating compliance with this Section 3.2.2, shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards for two (2) years from the Effective Date and shall produce such copies to Davia within fifteen (15) business days of receipt of written request from Davia.

3.2.3 No later than the August 1, 2019, Topeak shall not manufacture or cause to be manufactured, any Covered Product unless such Covered Product is either (1) Phthalate Free pursuant to Section 2.2 of this Agreement or (2) shipped with one of the clear and reasonable warnings pursuant to Section 3.3 of this Agreement.

3.3 Covered Product Warnings

For any Covered Products obtained or manufactured by Topeak after August 1, 2019, that is not confirmed to be Phthalate Free, Topeak shall not sell or ship any such Covered Product to a California Customer unless such Covered Product is shipped with a product package warning label as set forth hereafter.

Each such warning utilized by Topeak for any Covered Product shall be prominently placed either on the product, its labeling or its packaging with such conspicuousness as compared with other words, statements, designs, or devices as to render it likely to be read and understood by an ordinary individual under customary conditions *before* purchase or use.

Each warning shall either be printed directly on the Covered Product consumer cardboard packaging or shall be affixed to the consumer cardboard packaging or Covered Product, or otherwise comply with the methods specified in California Code of Regulations, title 27, section 25602(a)(4), including being in a type size no smaller than the largest type size used for other consumer information on the product and in no case in a type size smaller than 6-point type. Each warning shall include the

yellow triangle1 with an internal exclamation point and state the following, which can be modified to indicate whether DEHP and/or DINP are present:

MARNING [The vinyl materials of]this product can expose you to chemicals, including di(2-ethylhexyl)phthalate (DEHP) and diisononyl phthalate (DINP), that are known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

or

WARNING

Cancer and Reproductive Harm www.P65Warnings.ca.gov

3.4 **Internet Ecommerce Covered Product Warnings**

Covered Products that are not Phthalate Free and offered for sale directly by Topeak to California purchasers through an ecommerce website controlled by Topeak may only be sold with a Proposition 65 warning. The warning for such Covered Product must appear to a California based purchaser either: (a) on the same web page on which the Covered Product is displayed; (b) on the same web page as the order form for the Covered Product; (c) on the same page as the price for the Covered Product; (d) prior to completion of the sale, so long as the warning is clearly associated with the relevant Covered Product, or (e) as otherwise specified in California Code of Regulations, title 27, section 25602(b) for internet warnings.

For such non Phthalate Free Covered Products sold directly by Topeak to a California address, one of the following warning statements using the methods specified in this section, which can be modified to exclude chemicals not present. The warning shall be at least the size of the largest of any other health or safety warnings, and the word "warning" shall be in all capital letters and in bold print:

¹ If yellow is not used on the packaging or label, the triangle can be in black and white.

WARNING [The vinyl materials of]this product can expose you to including di(2-ethylhexyl)phthalate chemicals, (DEHP) and diisononyl phthalate (DINP), that are known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

Or, if the short form warning is on the Covered Product:

WARNING Cancer and Reproductive Harm. www.P65Warnings.ca.gov

4. MONETARY PAYMENTS

4.1 Civil Penalty

As a condition of settlement of all the claims referred to in this Consent to Judgment, Topeak shall pay a total of \$3,500 in civil penalties in accordance with California Health & Safety Code § 25249.12(c)(1) & (d), with 75% of the funds remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty remitted to Davia.

4.2 **Augmentation of Penalty Payments**

For purposes of the penalty assessment under this Agreement, Davia is relying entirely upon Topeak for accurate, good faith reporting to Davia of the nature and amounts of relevant sales activity. If within nine (9) months of the Effective Date, Davia discovers and presents evidence to counsel for Topeak that the Covered Products have been distributed in California in sales volumes materially different than those identified by Topeak prior to execution of this Agreement, and Topeak does not provide Davia with competent and credible evidence to dispute this claim, then Topeak shall be liable for an additional penalty amount of \$10,000.00. Davia represents that she does not presently have such information. Topeak shall also be liable for any reasonable, additional attorney fees expended by Davia, up to \$10,000 or as determined by the Court, in discovering such additional retailers or sales. Davia agrees to provide counsel for Topeak with a written demand for all such additional penalties and

attorney fees under this Section. After service of such demand, Topeak shall have thirty (30) days to either present evidence to counter this claim or to agree to the amount of fees and penalties owing by Topeak and submit such payment to Davia in accordance with the method of payment of penalties and fees identified in Section 4.1 and 4.4. Should this thirty (30) day period pass without any such resolution between the parties and payment of such additional penalties and fees, Davia shall be entitled to file a formal legal claim for the additional civil penalties pursuant to this Section and the prevailing party to such action shall be entitled to all reasonable attorney fees and costs relating to such claim.

4.3 Reimbursement of Davia's Fees and Costs

The Parties acknowledge that Davia and her counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed to them, thereby leaving this fee issue to be resolved after the material terms of the agreement had been settled. The Parties then attempted to (and did) reach an accord on the compensation due to Davia and her counsel under general contract principles and the private attorney general doctrine codified at California Code of Civil Procedure section 1021.5, for all work performed in this matter, except fees that may be incurred on appeal. Under these legal principles, Topeak shall pay Davia's counsel the amount of \$25,500 for fees and costs incurred investigating, litigating and enforcing this matter. Such payment shall be made payable to "Sheffer Law Firm."

4.4 Payment Procedures

Topeak shall satisfy its obligation to pay civil penalties pursuant to Section 4.1 by delivery of a civil penalty check payable to "OEHHA" (EIN: 68-0284486, Memo line "Prop 65 Penalties, 2018-01560"), in the amount of \$2,625 and a civil penalty check payable to "Susan Davia" (Tax ID to be supplied, Memo line "Prop 65 Penalties, 2018-01560") in the amount of \$875.

Topeak shall satisfy its obligation to pay attorney fees and costs pursuant to Section 4.3 by delivery of a check payable to "Sheffer Law Firm" (EIN 55-08-58910, Memo line "2018-01560") in the amount of \$25,500.

All civil penalty and attorney fee/cost payments shall be delivered to Davia's counsel at the following address within 15 business days after execution of this Agreement and Davia supplying all

relevant taxpayer information:

Sheffer Law Firm

Attn: Proposition 65 Controller

81 Throckmorton Ave., Suite 202

Mill Valley, CA 94941

Topeak shall be liable for payment of interest, at a rate of 10% simple interest, for all amounts due

and owing from it under this Section that are not received by Sheffer Law Firm within five business days

of the due date for such payment.

While the obligations of this agreement are binding upon execution, the Release of Topeak shall

not become effective until after all monetary payments have been made by Topeak and all funds have

cleared.

Topeak shall also pay any augmented civil penalties pursuant to Section 4.2, on or before the date

agreed upon by the Parties or ordered by the Court pursuant to Section 4.2, with civil penalty checks

payable to "OEHHA" (Memo line "Prop 65 Penalties, 2018-01560") and "Susan Davia" (Memo line "Prop

65 Penalties, 2018-01560") in the amount agreed to by the Parties or ordered by the Court pursuant to

Section 4.2 and as divided pursuant to California Health & Safety Code § 25249.12(c)(1) & (d).

Topeak shall also pay attorney fees and costs pursuant to Section 4.2, on or before the date agreed

upon by the Parties or ordered by the Court pursuant to Section 4.2, with a check payable to "Sheffer

Law Firm" (Memo line "2018-01560") in the amount agreed upon by the Parties or ordered by the Court

pursuant to Section 4.2.

All Section 4.2 payments shall be delivered to plaintiff's counsel at the following address:

Sheffer Law Firm

Attn: Proposition 65 Controller

81 Throckmorton Ave., Suite 202

Mill Valley, CA 94941

9 of 16

Mo

Topeak shall also be liable for payment of interest, at a rate of 10% simple interest, for all amounts due and owing from it under Section 4.2 that are not received by Sheffer Law Firm within ten (10) business days of the due date for such payment.

4.5 Issuance of 1099 Forms

After this Agreement has been executed and the settlement funds have been transmitted to Davia's counsel and no later than the end of the fiscal year, Topeak shall issue three separate 1099 forms, as follows:

- (a) issued to the Office of Environmental Health Hazard Assessment, P.O. Box 4010, Sacramento, CA 95814 (EIN: 68-0284486) in the amount paid pursuant to Sections 4.1 and 4.2;
- (b) issued to Davia in the amount paid pursuant to Sections 4.1 and 4.2, whose address and tax identification number shall be furnished upon request; and
- (c) issued to the Sheffer Law Firm (EIN: 55-08-58910) in the amount paid pursuant to Section 4.2 and 4.3.

5. RELEASES

5.1 DAVIA'S RELEASE OF TOPEAK AND TODSON

5.1.1 This settlement agreement is a full, final and binding resolution between Davia, and Topeak of any violation of Proposition 65 that was or could have been asserted by Davia, individually and on behalf of herself and her past and current representatives, agents, attorneys, successors and/or assigns ("Releasors") against Topeak and Todson, and each of their directors, officers, employees, attorneys, agents, parents, and subsidiaries, and affiliated entities under common full or partial ownership and their predecessors, successors and assigns, and each entity to whom Topeak or Todson directly or indirectly distributed or sold Covered Products, including, but not limited to, Recreational Equipment, Inc., downstream distributors, wholesalers, customers, franchisees, retailers, cooperative members, and licensees ("Releasees"), based on their failure to warn about alleged exposures

to DEHP or DINP contained in the Covered Products that were manufactured, distributed, sold or offered for sale to a California Customer by or on behalf of Topeak before the Effective Date. Compliance with the terms of this Agreement constitutes compliance with Proposition 65 by Topeak and Todson each with regard to the alleged or actual failure to warn about exposure to DEHP or DINP from Covered Products manufactured, sold or distributed for sale after the Effective Date.

5.1.2 In further consideration of the promises and agreements herein contained, and for so long as Topeak remains in compliance with the terms of this Agreement, Davia on behalf of herself, her past and current representatives, agents, attorneys, successors and/or assigns hereby waives all Davia's rights to institute or participate in, directly or indirectly, any form of legal action and releases all claims that Davia may have, including, without limitation, all actions, and causes of action, in law or in equity, suits, liabilities, demands, obligations, damages, costs, fines, penalties, losses, or expenses – including, but not limited to, investigation fees, expert fees, and attorneys' fees,— limited to and arising under Proposition 65 with respect to the DEHP or DINP in the Covered Products manufactured, distributed, sold and/or offered for sale by Topeak and Todson before the Effective Date (collectively "claims"), against Topeak, Todson and Releasees.

5.1.3 Davia also, in her individual capacity and on behalf of her past and current representatives, agents, attorneys, successors and/or assigns, provides a general release herein which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities and demands of Davia, of any nature, character or kind, known or unknown, suspected or unsuspected, arising out of the subject matter of the Notice as to Covered Products manufactured, distributed or sold by Topeak, Todson or Releasees before the Effective Date. Davia acknowledges that she is familiar with section 1542 of the California civil code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF

11 of 16

KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY.

Davia, in her individual capacity and on behalf of her past and current representatives, agents, attorneys, successors and/or assigns expressly waives and relinquishes any and all rights and benefits that she may have under, or which may be conferred on her by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that she may lawfully waive such rights or benefits pertaining to the released matters. In furtherance of such intention, excepting Section 4.2, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

5.1.4 This section 5.1 release shall not extend upstream to any entities, other than Topeak, that manufactured the Covered Products or any component parts thereof, or any distributors or suppliers who sold the covered products or any component parts thereof to Topeak.

5.2 Topeak's Release of Davia

The Release by Davia is mutual. Topeak on behalf of itself, its past and current agents, representatives, attorneys, successors, and/or assignees, hereby waives any and all claims against Davia and her attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Davia and her attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against it in this matter, with respect to the Covered Products. Topeak acknowledges that it is familiar with Section 1542 of the California Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASING PARTY.

Topeak expressly waives and relinquishes any and all rights and benefits which it may have

Me

under, or which may be conferred on it by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that it may lawfully waive such rights or benefits pertaining to the released matters. In furtherance of such intention, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

6. ENFORCEMENT

Prior to bringing any motion, order to show cause, or other proceeding to enforce Proposition 65 or any terms of this Agreement relating to the alleged sale in California of any Covered Product without a warning and which is alleged to not be Phthalate Free, in actual or alleged violation of this Agreement, Davia shall provide a Notice of Violation ("NOV") to Topeak. The NOV shall include, for each Covered Product alleged to be violation of this Agreement: the date of alleged violations(s), place of sale, date and proof of purchase (if relevant), and any test data obtained by Davia regarding each such Covered Product. Davia shall take no further action regarding any alleged violation nor seek any monetary recovery for herself, her agents or her counsel if, within 30 days of receiving such NOV, Topeak demonstrates (1) that the Covered Product was manufactured distributed, sold or offered for sale by Topeak before August 1, 2019; or (2) that Topeak directed the retailer or distributor of the Covered Product to take corrective action by placing an appropriate warning on the Covered Product(s) sold or offered for sale in California compliant with Section 3.3 of this Agreement following service of the NOV; or (3) that the Covered Products are Phthalate Free.

7. SEVERABILITY

If any of the provisions of this Agreement are found by a court to be unenforceable, the validity of the enforceable provisions remaining, after express agreement of the Parties, shall not be adversely affected, unless the Court finds that any unenforceable provision is not severable from the remainder of

13 of 16

the Agreement.

8. GOVERNING LAW

The terms of this Agreement shall be governed by the laws of the State of California.

9. NOTICES

When any Party is entitled to receive any notice under this Agreement, the notice shall be sent by certified mail or electronic mail to the following:

For Topeak:

Mike Chen Topeak Inc. 8-F-4, No. 20 Dalong Road Taichung City, Taiwan 40310 mike@topeak.com.tw

With a copy to its counsel:

Lauren M. Michals Nixon Peabody LLP One Embarcadero Center, 32nd Floor San Francisco, CA 94111-3600 lmichals@nixonpeabody.com

For Davia to:

Proposition 65 Coordinator Sheffer Law Firm 81 Throckmorton Ave., Suite 202 Mill Valley, CA 94941

Any Party may modify the person and address to whom the notice is to be sent by sending each other Party notice by certified mail and/or other verifiable form of written communication.

10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(F)

Davia agrees to comply with the reporting form requirements referenced, in California Health & Safety Code §25249.7(f).

MC

11. MODIFICATION

This Agreement may be modified only by written agreement of the Parties.

12. ENTIRE AGREEMENT

This Agreement contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, and any and all prior discussions, negotiations, commitments, and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made by any Party hereto. No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties. No supplementation, modification, waiver, or termination of this Agreement shall be binding unless executed in writing by the Party to be bound. No waiver of any of the provisions of this Agreement shall be deemed or shall constitute a waiver of any of the other provisions whether or not similar, nor shall such waiver constitute a continuing waiver

13. ATTORNEY'S FEES

- 13.1 Should either Party prevail on any motion, application for order to show cause or other proceeding to enforce a violation of this Agreement, that Party shall be entitled to its reasonable attorney fees and costs incurred as a result of such motion, order or application, consistent with C.C.P. §§ 1021 and 1021.5.
- 13.2 Except as otherwise specifically provided herein, each Party shall bear its own costs and attorney's fees in connection with the Notice.
- 13.3 Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law.

14. NEUTRAL CONSTRUCTION

Both Parties and their counsel have participated in the preparation of this Agreement and this Agreement is the result of the joint efforts of the Parties. This Agreement was subject to revision and modification by the Parties and has been accepted and approved as to its final form by all Parties and

15 of 16

MC

their counsel. Accordingly, any uncertainty or ambiguity existing in this Agreement shall not be interpreted against any Party as a result of the manner of the preparation of this Agreement. Each Party to this Agreement agrees that any statute or rule of construction providing that ambiguities are to be resolved against the drafting Party should not be employed in the interpretation of this Agreement and, in this regard, the Parties hereby waive California Civil Code Section 1654.

15. COUNTERPARTS, FACSIMILE SIGNATURES

This Agreement may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

16. AUTHORIZATION

The undersigned parties are authorized to execute this Agreement on behalf of their respective Parties and have read, understood, and agree to all of the terms and conditions of this Agreement.

IT IS SO AGREED

Dated: July / 2019	Dated: July, 2019
Mike Chen Vice President of Sales and Marketing Topeak, Inc.	Susan Davia

their counsel. Accordingly, any uncertainty or ambiguity existing in this Agreement shall not be interpreted against any Party as a result of the manner of the preparation of this Agreement. Each Party to this Agreement agrees that any statute or rule of construction providing that ambiguities are to be resolved against the drafting Party should not be employed in the interpretation of this Agreement and, in this regard, the Parties hereby waive California Civil Code Section 1654.

15. COUNTERPARTS, FACSIMILE SIGNATURES

This Agreement may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

16. AUTHORIZATION

The undersigned parties are authorized to execute this Agreement on behalf of their respective Parties and have read, understood, and agree to all of the terms and conditions of this Agreement.

IT IS SO AGREED

Dated: July ____, 2019

Mike Chen

Vice President of Sales and Marketing

Topeak, Inc.

Dated: July 15, 2019

Susan Davia